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SAPC 3425
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18 January 1956

MEMORANDUM FOR THE RECORD

SUBJECT: Air Force Procurement - Visit to Bureau of the Budget

1. On receipt of the Air Force request for additional procurement, I drafted a reply and, with Colonel White's approval, discussed both with Mr. Macy of the Bureau of the Budget. He registered his doubts but, on a complete review of the problem and our proposed arrangements, he agreed that he saw no other solution.

2. He discussed this with Mr. Hughes and called me to say that Mr. Hughes had reluctantly agreed to our acceptance of the Air Force request. The reluctance was specifically on the basis that Mr. Hughes and Mr. Macy felt that the Air Force should be able to set up procedures as secure and effective as ours. They did not object to any of the aspects of our proposal to meet Air Force requirements.

/s/
LAWRENCE R. HOUSTON
General Counsel

cc: DD/S

LEH:cmh

Orig - RMB
2 - GFK
3 - DD/S
4 - Admin Basic Papers
5 - OJR
6 - chrono ✓
7 - reading

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